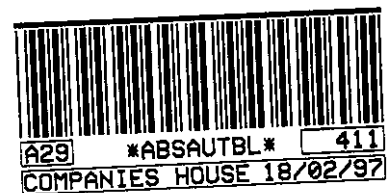


HAWERBY LIMITED
REPORT AND ACCOUNTS
AT
30TH APRIL 1996

F.W. STEPHENS & CO.,
Chartered Accountants,
10 Charterhouse Square,
LONDON, EC1M 6LQ.



HAWERBY LIMITED

DIRECTORS

Mr. A.M. Davies
Mrs. J.P. Davies
Mrs. S.J. Boyce
Mrs. P. Bridgland

REPORT OF THE DIRECTORS

The directors have pleasure in presenting their report and accounts for the year ended 30th April 1996.

1. Principal activities

The principal activities of the company are the provision of advisory services, share dealing and investment.

2. Directors and their interests

The directors listed above served the company throughout the year. There were no changes in their interests in the share capital of the company which at the beginning and the end of the year were as follows:-

Ordinary shares of £1 each

Beneficial Holding	"A" Shares	"B" Shares	"C" Shares	"D" Shares
Mr. A.M. Davies	-	-	-	-
Mrs. J.P. Davies	4,950	-	-	-
Mrs. S.J. Boyce	-	1,485	132	-
Mrs. P. Bridgland	-	1,584	132	-

Trustee Holding

Mr. A.M. Davies and Mrs. J.P. Davies	-	-	-	100
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This report has been prepared taking advantage of the special exemptions conferred by Part II of Schedule 8 of the Companies Act 1985.


ON BEHALF OF THE BOARD

A.M. DAVIES

DIRECTOR

14 - 2 - 1997.

ACCOUNTANTS' REPORT
ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF
HAWERBY LIMITED

As described on the balance sheet you are responsible for the compilation of the accounts for the year ended 30th April 1996, set out on pages 3 to 8, and you consider that the company is exempt from an audit and a report under Section 249(A)(2) of the Companies Act 1985.

In accordance with your instructions we have compiled the unaudited accounts from the accounting records and from information and explanations supplied to us.



F.W. STEPHENS & CO.

CHARTERED ACCOUNTANTS

10 Charterhouse Square,
LONDON, EC1M 6LQ.

7 February 1997.

HAWERBY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH APRIL 1996

		1996	1995
	Notes	£	£
Turnover - continuing activities	2	40,018	50,413
Operating expenses		<u>(4,997)</u>	<u>(51,686)</u>
Operating profit/(loss) - continuing activities		35,021	(1,273)
Investment income		11,843	8,295
Interest payable		<u>(7,029)</u>	<u>(1,873)</u>
Profit on ordinary activities before taxation		39,835	5,149
Taxation (charge)/credit	3	<u>(11,250)</u>	<u>1,160</u>
Profit on ordinary activities after taxation	9	<u>£28,585</u>	<u>£6,309</u>

There are no recognised gains and losses other than the profit for the financial year.

The attached notes form part of these accounts.

HAWERBY LIMITED
BALANCE SHEET AS AT 30TH APRIL 1996

	Notes	1996 £	1995 £
Fixed assets			
Tangible assets	1(b),4	144,118	135,381
Investments	5	<u>82,677</u>	<u>80,502</u>
		226,795	215,883
Current assets			
Stock	1(d)	-	3,000
Trade debtors		6,394	1,419
Corporation tax		2,899	1,259
Other debtors	6	20,790	22,907
Cash at bank		<u>30,378</u>	<u>43,229</u>
		60,461	71,814
Creditors: amounts falling due within one year	7	<u>(65,683)</u>	<u>(94,709)</u>
Net current liabilities		(5,222)	(22,895)
Net assets		<u>£221,573</u>	<u>£192,988</u>
Capital and reserves			
Called up share capital	8	10,000	10,000
Share premium account	9	100	100
Profit and loss account	9	<u>211,473</u>	<u>182,888</u>
Shareholders' funds	10	<u>£221,573</u>	<u>£192,988</u>

The directors are satisfied that the company was entitled to exemption under sub-section (1) of Section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to sub-section (2) of Section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:-

- i ensuring that the company keeps accounting records which comply with Section 221; and
- ii preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The directors have taken advantage of the special exemptions conferred by Part I of Schedule 8 of the Companies Act 1985 and have done so on the grounds that in their opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 14th February 1997 and signed on its behalf by:-


A.M. DAVIES - DIRECTOR

The attached notes form part of these accounts.

HAWERBY LIMITED

NOTES TO THE ACCOUNTS

1. Accounting policies

(a) Basis of accounting

The accounts have been prepared under the historical cost convention.

(b) Depreciation

Depreciation is applied at a rate of 20% per annum on cost on the office equipment. No depreciation is provided on the freehold property.

(c) Joint venture income

Income from the joint venture is brought into the accounts when realised.

(d) Stock - investment

This is stated at the lower of cost and net realisable value.

2. Turnover

Turnover represents income from advisory services and joint venture income.

3. Taxation

	1996	1995
	£	£
Corporation tax at 25% (1995: 25%) based on the taxable profits for the year	11,250	1,300
Over provision in prior years	-	(2,460)
	<u>£11,250</u>	<u>£(1,160)</u>

HAWERBY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

4. Tangible fixed assets

	Land and buildings	Office equipment	Total
	£	£	£
Cost			
At 1st May 1995	135,381	250	135,631
Additions	<u>8,737</u>	<u>-</u>	<u>8,737</u>
At 30th April 1996	<u>144,118</u>	<u>250</u>	<u>144,368</u>
Depreciation			
At 1st May 1995 and 30th April 1996	<u>-</u>	<u>250</u>	<u>250</u>
Net book value			
At 30th April 1996	<u>£144,118</u>	<u>£ -</u>	<u>£144,118</u>
At 30th April 1995	<u>£135,381</u>	<u>£ -</u>	<u>£135,381</u>

The land and buildings have been secured against bank borrowings.

The directors are of the opinion that the cost of the land and buildings fairly reflects its market value as at 30th April 1996.

5. Investments

Unquoted Investments

	£
Cost	
At 1st May 1995	121,751
Additions	<u>2,175</u>
At 30th April 1996	<u>123,926</u>
Diminution in value	
At 1st May 1995 and 30th April 1996	<u>41,249</u>
Net book value	
At 30th April 1996	<u>£82,677</u>
At 30th April 1995	<u>£ 80,502</u>

In the opinion of the directors the unquoted investments are fairly stated at cost less the write down in value.

HAWERBY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

6. Other debtors

Included in other debtors is an amount of £17,792 (1995 £19,029), which is repayable after more than one year.

7. Creditors: amounts falling due within one year

	1996	1995
	£	£
Bank loan and overdraft (secured)	60,000	71,020
Directors loans	-	12,500
Other tax and social security	864	2,067
Other creditors	4,819	9,122
	<u>£65,683</u>	<u>£94,709</u>

8. Share capital

	Type	1996	1995
Ordinary shares of £1 each	A	4,950	4,950
	B	4,554	4,554
	C	396	396
	D	100	100
		<u>£10,000</u>	<u>£10,000</u>

9. Reserves

	Profit and Loss Account	Share Premium Account	Total
	£	£	£
Balance brought forward	182,888	100	182,988
Profit for the year	28,585	-	28,585
Balance carried forward	<u>£211,473</u>	<u>£100</u>	<u>£211,573</u>

HAWERBY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

10. Reconciliation of movements in shareholders' funds

	1996	1995
	£	£
Profit for the financial year	<u>28,585</u>	<u>6,309</u>
Net addition to shareholders' funds	<u>28,585</u>	<u>6,309</u>
Opening shareholders' funds	<u>192,988</u>	<u>186,679</u>
Closing shareholders' funds	<u><u>£221,573</u></u>	<u><u>£192,988</u></u>